

April 3, 2003

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1020

Page 1, line 2, after "education" insert "; to require a report to the budget section; to provide statements of legislative intent; and to provide for a transfer from the student loan trust fund"

Page 1, line 10, replace "2,969,634" with "2,966,641"

Page 1, line 11, replace "621,845" with "958,398"

Page 1, line 12, replace "19,637,083" with "19,291,883"

Page 1, after line 13, insert:

"Workforce training	1,350,000"
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Page 1, line 14, after "grants" insert "- Category I" and replace "357,452" with "357,452"

Page 1, after line 14, insert:

"Postsecondary education vocational grants - Category II	<u>1,000,000</u> "
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Page 1, line 15, replace "24,211,774" with "26,550,134"

Page 1, line 16, replace "10,874,593" with "11,874,500"

Page 1, line 17, replace "13,337,181" with "14,675,634"

Page 1, after line 17, insert:

**"SECTION 2. POSTSECONDARY EDUCATION VOCATIONAL GRANTS - CATEGORY II - REPORT TO THE BUDGET SECTION.** The postsecondary education vocational grants - category II line item in section 1 is to provide funding for career and technical education programs offered through the North Dakota university system in high demand occupations and growth industries in North Dakota. The state board for vocational and technical education shall report to the December 2004 meeting of the budget section on the distribution of the postsecondary education vocational grants - category II for the biennium beginning July 1, 2003, and ending June 30, 2005.

**SECTION 3. LEGISLATIVE INTENT - 2005-07 BIENNIUM GRANTS.** It is the intent of the fifty-eighth legislative assembly that the executive budget recommend continued funding for the postsecondary education vocational grants - category II for the biennium beginning July 1, 2005, and ending June 30, 2007.

**SECTION 4. LEGISLATIVE INTENT - HIGHER EDUCATION FUNDING.** It is the intent of the fifty-eighth legislative assembly that the funds totaling \$2,350,000 included in the state board for vocational and technical education for workforce training and for postsecondary education grants - category II be considered by the North Dakota university system as a part of higher education's share of total general fund spending.

**SECTION 5. STUDENT LOAN TRUST FUND TRANSFER.** The industrial commission shall transfer to the state board for vocational and technical education the

sum of \$1,000,000 from the North Dakota student loan trust fund, appropriated for the postsecondary education vocational grants - category II in section 1 of this Act."

Renumber accordingly

**STATEMENT OF PURPOSE OF AMENDMENT:**

**House Bill No. 1020 - Vocational Education - Senate Action**

	EXECUTIVE BUDGET	HOUSE VERSION	SENATE CHANGES	SENATE VERSION
Salaries and wages	\$3,001,677	\$2,969,634	(\$2,993)	\$2,966,641
Operating expenses	621,845	621,845	336,553	958,398
Grants	20,037,083	19,637,083	(345,200)	19,291,883
Adult farm management	625,760	625,760		625,760
Workforce training	1,350,000		1,350,000	1,350,000
Postsecondary education vocational grants	357,452	357,452	(357,452)	
Postsecondary education vocational grants - Category I			357,452	357,452
Postsecondary education vocational grants - Category II			1,000,000	1,000,000
<b>Total all funds</b>	<b>\$25,993,817</b>	<b>\$24,211,774</b>	<b>\$2,338,360</b>	<b>\$26,550,134</b>
Less estimated income	<u>10,875,297</u>	<u>10,874,593</u>	<u>999,907</u>	<u>11,874,500</u>
General fund	\$15,118,520	\$13,337,181	\$1,338,453	\$14,675,634
FTE	27.50	27.50	0.00	27.50

**Dept. 270 - Vocational Education - Detail of Senate Changes**

	REDUCES RECOMMENDED FUNDING FOR HEALTH INSURANCE <sup>1</sup>	REDUCES FUNDING FOR INFORMATION TECHNOLOGY COSTS <sup>2</sup>	RESTORES WORKFORCE TRAINING FUNDS REMOVED BY THE HOUSE <sup>3</sup>	ADDS FUNDS FOR POSTSECONDARY GRANTS - CATEGORY II <sup>4</sup>	TRANSFERS FUNDING FOR POSTSECONDARY GRANTS - CATEGORY I <sup>5</sup>	TRANSFERS FUNDING FROM GRANTS TO OPERATING EXPENSES <sup>6</sup>
Salaries and wages	(\$2,993)					
Operating expenses		(\$8,647)				\$345,200
Grants						(345,200)
Adult farm management						
Workforce training			\$1,350,000			
Postsecondary education vocational grants					(\$357,452)	
Postsecondary education vocational grants - Category I					357,452	
Postsecondary education vocational grants - Category II				\$1,000,000		
<b>Total all funds</b>	<b>(\$2,993)</b>	<b>(\$8,647)</b>	<b>\$1,350,000</b>	<b>\$1,000,000</b>	<b>\$0</b>	<b>\$0</b>
Less estimated income	<u>(93)</u>			<u>1,000,000</u>		
General fund	(\$2,900)	(\$8,647)	\$1,350,000	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	<b>TOTAL SENATE CHANGES</b>					
Salaries and wages	(\$2,993)					
Operating expenses	336,553					
Grants	(345,200)					
Adult farm management						
Workforce training	1,350,000					
Postsecondary education vocational grants	(357,452)					
Postsecondary education vocational grants - Category I	357,452					
Postsecondary education vocational grants - Category II	1,000,000					
<b>Total all funds</b>	<b>\$2,338,360</b>					
Less estimated income	<u>999,907</u>					
General fund	\$1,338,453					

FTE

0.00

- 1 This amendment reduces the funding for state employee health insurance premiums from \$493 per month to \$488.70 per month.
- 2 This amendment reduces funding for information technology by \$8,647 from the general fund, which represents a reduction in information technology funding from the general fund of approximately 4 percent.
- 3 This amendment restores funding of \$1,350,000 for workforce training which the House had transferred to the Department of Commerce in House Bill No. 1019.
- 4 This amendment adds funds of \$1,000,000 to a new line item, Postsecondary education vocational grants - Category II, for grants to support existing programs.
- 5 This amendment transfers the \$357,452 for Postsecondary education vocational grants to postsecondary education vocational grants - Category I.
- 6 This amendment transfers a total of \$345,200 from the grants line item to the operating expenses line item for proper classification of the funds. Of the \$345,200, \$245,200 is for the transition to teaching grant, and \$100,000 is for the career development web site.

This amendment also adds four sections to the bill, Sections 2, 3, 4, and 5. Section 2 requires the State Board for Vocational and Technical Education to report to the Budget Section on the distribution of the postsecondary education vocational grants - Category II. Section 3 is a section of legislative intent encouraging the executive budget to recommend funding the postsecondary education vocational grants - Category II for the 2005-07 biennium, and Section 4 is a section of legislative intent that the North Dakota University System consider funds for the workforce training and postsecondary education grants - Category II as part of higher education's share of the general fund spending. Section 5 transfers \$1 million from the student loan trust for postsecondary education vocational grants - Category II.